

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
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Description: Veterans Services has the responsibility to provide care and extend financial assistance to disabled and destitute Idaho wartime veterans and their dependents. Provided services include: 1) managing and operating the Idaho Veterans Homes in Boise, Pocatello, and Lewiston; 2) maintaining a Veterans Service Office to assist veterans and their families in obtaining federal benefits to which they are entitled and 3) extending immediate financial assistance to disabled or destitute veterans and their families.

FY 2003 Original Appropriation

3.00 FY 2003 Original Appropriation: SB 700; HB 739

General	0.00	0	0	0	0	2,064,700	2,064,700
Dedicated	0.00	0	0	0	0	678,300	678,300
Federal	171.25	0	0	0	0	7,024,300	7,024,300
Other	128.07	0	0	0	0	6,406,500	6,406,500
Total	299.32	0	0	0	0	16,173,800	16,173,800

Appropriation Adjustments

4.31 Supplemental: Transfer spending authority from federal funds to other funds of \$334,000. Currently Medicaid receipts are included in federal funds while private pay receipts are in other funds. Based on current pay source statistics, it is projected there will be more collections in other fund (private pay receipts) than federal funds (Medicaid receipts).

Federal	0.00	0	(334,000)	0	0	0	(334,000)
Other	0.00	0	334,000	0	0	0	334,000
Total	0.00	0	0	0	0	0	0

4.43 Negative Supplemental: The General Fund holdback, as directed by Executive Orders 2002-08 and 2002-09, is incorporated as a negative supplemental appropriation for FY 2003.

General	0.00	(57,300)	0	0	(15,000)	0	(72,300)
Other	(1.00)	0	0	0	0	0	0
Total	(1.00)	(57,300)	0	0	(15,000)	0	(72,300)

4.91 Lump Sum Adjustment

General	0.00	57,300	0	0	15,000	(72,300)	0
Federal	0.00	0	334,000	0	0	(334,000)	0
Other	0.00	0	(334,000)	0	0	334,000	0
Total	0.00	57,300	0	0	15,000	(72,300)	0

FY 2003 Total Appropriation

General	0.00	0	0	0	0	1,992,400	1,992,400
Dedicated	0.00	0	0	0	0	678,300	678,300
Federal	171.25	0	0	0	0	6,690,300	6,690,300
Other	127.07	0	0	0	0	6,740,500	6,740,500
Total	298.32	0	0	0	0	16,101,500	16,101,500

Expenditure Adjustments

6.11 Lump Sum Allocation

General	0.00	1,862,100	130,300	0	0	(1,992,400)	0
Dedicated	0.00	0	677,200	0	1,100	(678,300)	0
Federal	0.00	4,490,200	2,148,700	0	51,400	(6,690,300)	0
Other	0.00	5,005,600	1,696,600	38,300	0	(6,740,500)	0
Total	0.00	11,357,900	4,652,800	38,300	52,500	(16,101,500)	0

Veteran's Services, Division of
Service to Veterans

	<u>FTP</u>	<u>Personnel Costs</u>	<u>Operating Expenditures</u>	<u>Capital Outlay</u>	<u>Trustee/ Ben Payments</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
6.41 Object Transfers: To maintain the staffing needed to operate the nursing homes under Medicaid, the Division will incur approximately \$11,890,000 in Personnel Costs. The Division's current Personnel Costs is \$11,415,200 (\$1,919,400 General Fund, \$4,490,200 federal funds, and \$5,005,600 other funds). Previously, temporary agencies were used due to personnel vacancies. Funds need to be moved back into Personnel Costs from Operating Expenditures. Transfer General Funds to Trustee/Benefit Payments and federal funds from Trustee/Benefit Payments to Operating Expenditures to reflect where emergency relief grants will actually be expended.							
General	0.00	0	(35,000)	0	35,000	0	0
Federal	0.00	0	35,000	0	(35,000)	0	0
Other	0.00	474,800	(474,800)	0	0	0	0
Total	0.00	474,800	(474,800)	0	0	0	0

FY 2003 Estimated Expenditures

General	0.00	1,862,100	95,300	0	35,000	0	1,992,400
Dedicated	0.00	0	677,200	0	1,100	0	678,300
Federal	171.25	4,490,200	2,183,700	0	16,400	0	6,690,300
Other	127.07	5,480,400	1,221,800	38,300	0	0	6,740,500
Total	298.32	11,832,700	4,178,000	38,300	52,500	0	16,101,500

Base Adjustments

- 8.13 FTP or Fund Adjustments: Negative supplemental appropriations recommended in decision unit 4.43 are restored. This allows agencies to reconcile FY 2003 temporary reductions with permanent reductions to base spending authority for FY 2004.

General	0.00	57,300	0	0	15,000	0	72,300
Other	1.00	0	0	0	0	0	0
Total	1.00	57,300	0	0	15,000	0	72,300

- 8.41 Removal of One-Time Expenditures: Remove one-time Capital Outlay and one-time funding for the voucher system for transportation services for wheelchair-bound Veterans (\$30,000).

General	0.00	0	(30,000)	0	0	0	(30,000)
Other	0.00	0	0	(38,300)	0	0	(38,300)
Total	0.00	0	(30,000)	(38,300)	0	0	(68,300)

- 8.53 Base Reduction: Permanent reductions in agency base budgets are made to accommodate limited General Fund revenue for fiscal year 2004. Reductions will be accommodated through program consolidations, expenditure management, and other program changes that realign funding availability with program requirements.

General	0.00	(57,300)	0	0	(15,000)	0	(72,300)
Other	(1.00)	0	0	0	0	0	0
Total	(1.00)	(57,300)	0	0	(15,000)	0	(72,300)

FY 2004 Base

General	0.00	1,862,100	65,300	0	35,000	0	1,962,400
Dedicated	0.00	0	677,200	0	1,100	0	678,300
Federal	171.25	4,490,200	2,183,700	0	16,400	0	6,690,300
Other	127.07	5,480,400	1,221,800	0	0	0	6,702,200
Total	298.32	11,832,700	4,148,000	0	52,500	0	16,033,200

	<u>FTP</u>	<u>Personnel Costs</u>	<u>Operating Expenditures</u>	<u>Capital Outlay</u>	<u>Trustee/ Ben Payments</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
Program Maintenance							
10.11 Change in Benefit Costs: Changes in benefit costs reflect the increased cost of health insurance and reduced costs of unemployment insurance and Division of Human Resources fees.							
General	0.00	38,400	0	0	0	0	38,400
Federal	0.00	100,800	0	0	0	0	100,800
Other	0.00	118,300	0	0	0	0	118,300
Total	0.00	257,500	0	0	0	0	257,500
10.13 Employee Benefit Costs: The Governor recommends funding to be applied to the employee portion of health and dental insurance cost increases. The employer share of the increase is addressed in decision unit 10.11.							
Federal	0.00	21,400	0	0	0	0	21,400
Other	0.00	15,900	0	0	0	0	15,900
Total	0.00	37,300	0	0	0	0	37,300
10.21 General Inflation: The Governor recommends no increase for inflation.							
General	0.00	0	0	0	0	0	0
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
10.22 Medical Inflation: The Governor recommends a 3% increase for medical inflation.							
General	0.00	0	1,000	0	0	0	1,000
Dedicated	0.00	0	6,100	0	0	0	6,100
Federal	0.00	0	22,300	0	0	0	22,300
Other	0.00	0	6,400	0	0	0	6,400
Total	0.00	0	35,800	0	0	0	35,800
10.31 Replacement Items: Replace old facility equipment (vehicles, computer servers and printers, century tub, lifts, washing machines, dryers, kitchen equipment).							
Federal	0.00	0	0	140,900	0	0	140,900
Total	0.00	0	0	140,900	0	0	140,900
10.41 Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here.							
General	0.00	0	81,000	0	0	0	81,000
Total	0.00	0	81,000	0	0	0	81,000
10.45 Risk Management Cost Increase: The Office of Insurance Management reports adjustments to various cost categories based on agency claims patterns.							
General	0.00	0	8,900	0	0	0	8,900
Total	0.00	0	8,900	0	0	0	8,900
10.46 Controller's Fee Increases: Adjustments to the costs of statewide accounting and statewide payroll processing provided by the Office of the State Controller are reflected here.							
General	0.00	0	(2,400)	0	0	0	(2,400)
Total	0.00	0	(2,400)	0	0	0	(2,400)

Veteran's Services, Division of
Service to Veterans

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10.47 Treasurer Fee Adjustments: Adjustments to the costs of cash management and warrant processing by the Office of the State Treasurer are reflected here.							
General	0.00	0	(5,300)	0	0	0	(5,300)
Total	0.00	0	(5,300)	0	0	0	(5,300)
10.61 Change In Employee Compensation: The Governor recommends compensation increases be funded with agency salary savings wherever possible.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
10.62 Group and Temporary: The Governor recommends compensation increases be funded with agency salary savings wherever possible.							
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
10.91 Fund Shifts: In FY 2001, when the Division's nursing homes were mandated to become Medicaid certified, the projected Medicaid funds were inadvertently put in federal fund 0348 instead of other fund 0349. This decision unit reflects Medicaid funds in the proper funding source.							
Federal	0.00	0	(2,206,000)	0	0	0	(2,206,000)
Other	0.00	0	2,206,000	0	0	0	2,206,000
Total	0.00	0	0	0	0	0	0
10.92 Fund Shifts: Endowment funds are estimated to decrease 15% from FY 2003 budget to \$571,700.							
General	0.00	0	112,700	0	0	0	112,700
Dedicated	0.00	0	(112,700)	0	0	0	(112,700)
Total	0.00	0	0	0	0	0	0
FY 2004 Total Maintenance							
General	0.00	1,900,500	261,200	0	35,000	0	2,196,700
Dedicated	0.00	0	570,600	0	1,100	0	571,700
Federal	171.25	4,612,400	0	140,900	16,400	0	4,769,700
Other	127.07	5,614,600	3,434,200	0	0	0	9,048,800
Total	298.32	12,127,500	4,266,000	140,900	52,500	0	16,586,900
Program Enhancements							
12.01 State Veterans Cemetery: In 2000, the state Legislature approved design of a State Veterans Cemetery. The Veterans Administration will reimburse the state of Idaho 100% of construction of the cemetery. However, the maintenance and operation will be the responsibility of the State of Idaho. The cemetery is slated to open on July 4, 2004. These are expenses for a partial year; funding is provided for a cemetery director, caretaker positions, administrative assistants, and a volunteer coordinator.							
General	7.00	102,500	25,200	0	0	0	127,700
Total	7.00	102,500	25,200	0	0	0	127,700

	<u>FTP</u>	<u>Personnel Costs</u>	<u>Operating Expenditures</u>	<u>Capital Outlay</u>	<u>Trustee/ Ben Payments</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
12.02 Health Insurance Portability and Acct. Act: Per the Health Insurance Portability and Accountability Act (HIPAA), the state is mandated to be within compliance by October 16, 2002, ensuring confidentiality of appropriation records. A firewall is necessary to provide HIPAA compliance protection from inside the IDANET Administration realm. A fully integrated clinical and financial software system is critical to meet Veterans Administration and Medicaid requirements.							
Other	0.00	0	150,000	20,600	0	0	170,600
Total	0.00	0	150,000	20,600	0	0	170,600
12.03 Additional Capital Outlay: This decision unit provides funding to purchase a new vehicle to provide reliable transportation. The Division evaluates potential residents prior to admission. This entails traveling to potential residents homes. The Division's current vehicles break down routinely and are not reliable for long-distance travel.							
Federal	0.00	0	0	24,300	0	0	24,300
Total	0.00	0	0	24,300	0	0	24,300
12.91 Lump Sum Adjustment: The Division of Veterans Services is still being affected by the Medicaid implementation phase and does not feel there is sufficient history to calculate a cost basis. A lump sum appropriation is requested in order to provide flexibility.							
General	0.00	(2,003,000)	(286,400)	0	(35,000)	2,324,400	0
Dedicated	0.00	0	(570,600)	0	(1,100)	571,700	0
Federal	0.00	(4,612,400)	0	(165,200)	(16,400)	4,794,000	0
Other	0.00	(5,614,600)	(3,584,200)	(20,600)	0	9,219,400	0
Total	0.00	(12,230,000)	(4,441,200)	(185,800)	(52,500)	16,909,500	0
FY 2004 Gov's Recommendation							
General	7.00	0	0	0	0	2,324,400	2,324,400
Dedicated	0.00	0	0	0	0	571,700	571,700
Federal	171.25	0	0	0	0	4,794,000	4,794,000
Other	127.07	0	0	0	0	9,219,400	9,219,400
Total	305.32	0	0	0	0	16,909,500	16,909,500